

CONFIDENTIAL BUSINESS INFORMATION



399 Park Avenue, 8th Floor, New York, NY 10022

December 29, 2010

JAN O

orig. to KCC binder

Via U.S. Mail

Steven F. Hill, P.C. Miller Nash Attorneys at Law 500 East Broadway Suite 400 Vancouver, Washington 98660-3324

Re:

Insured: Kaiser Cement Corporation

Insurer: Granite State Insurance Company

Policy No. (Periods): 6184-4363 (05/01/84 – 04/01/85) Claim: Lower Duwamish Waterway Superfund Site

Dear Mr. Hill:

We are in receipt of your correspondences regarding the above referenced matters dated December 21, 2010 and December 22, 2010 addressed to the San Francisco office of C.V. Starr & Company, a wholly owned subsidiary of Starr Underwriting Agencies, LLC. We have been provided notice of the above referenced United States Environmental Protection Agency's investigation.

We understand that the insurance policy referenced above and in your letter were underwritten by C.V. Starr & Co. on behalf of Granite State Insurance Company, a subsidiary of American International Group, Inc. ("AIG"), during the time C. V. Starr & Co. served as a managing general agent for certain subsidiaries of AIG, including, Granite State Insurance Company. As of May 2006, C.V. Starr & Co. ceased to operate as a managing general agent for AIG and its subsidiaries, including Granite State Insurance Company. Accordingly, please direct all correspondence regarding the handling of the claim in connection with the above referenced investigation to the appropriate contact person at AIG.

If you have any questions, please do not hesitate to contact me.

Very truly yours,

Sara Barfield
Associate Counsel

Michael Garrison, C.V. Starr & Co.